# Scott D. Pelath

State Representative • District 9

### 1999 Session of the Indiana General Assembly

### State budget provides tax cuts, funding for education

The new state budget will make a very real difference in the lives of many Hoosiers. Some of the highlights include:

Program Funding

- Public employees: a \$22 million increase in funding, much of which will go toward increasing salaries for our correctional officers
- Public education: Statewide total formula funding increase of an average of 4.7 percent in calendar years 2000 and 2001. Funding was increased for both at-risk and academic honors programs. Local schools and libraries also received \$76 million in technology funding.
- CHOICE: \$5 million increase per year in funding for home health care for the elderly
- Higher education: appropriations were increased by 7.0 percent in fiscal year 2000 and 4.7 percent in 2001
- Vocational education: incentives for school corporations to provide programs in which high employment demand exists
- A new \$50 million 21st Century Research and Technology Fund that will promote high-tech industries located in Indiana
- Social services: Funding for the seriously mentally ill is increased by \$3 million in 2000 and \$6 million in 2001. MRDD programs will receive an additional \$9 million in funding.

Savings to Taxpayers

- Elimination of county welfare fund and county welfare administration funds from local property taxes
  - Elimination of inventory tax for 87 percent of farms and businesses



Rep. Pelath with Gov. Frank O'Bannon.

# Build Indiana Projects District 9

\$250,000 to improve and beautify Michigan Blvd. in Michigan City

\$100,000 for the Coolspring Township Volunteer Fire Department

\$45,000 for the Town of Westville

\$30,000 for the Center Township Fire Department

\$20,000 for the Westside Police Substation in Michigan City

\$20,000 for the Eastside Neighborhood Center in Michigan City

\$20,000 for the County Park on 400 North

### Additional \$200 million approved for Indiana roads

I was pleased we appropriated an additional \$200 million from the state general fund for local roads over the next two years. This is in addition to the regular funding from gas taxes. Many of you have indicated your strong desire to see us do more road improvements throughout the state.

I have included the breakdown for our district in the box at the right. The amounts listed for each city are in addition to the total for the county. The amount appropriated to each city is based on the population of the city.

### New road money for District 9

LaPorte County Roads -- \$1,996,612

Michigan City Streets -- \$919,033

Westville Streets -- \$123,255

Trail Creek Streets -- \$68,711

Pottawattomi Park Streets -- \$9,232

## Hoosiers will save \$672 million over the next two years in tax cuts

- Homeowners: a new income tax deduction for property taxes up to \$2500
- Senior citizens: an increase in the income tax deduction from \$1000 to \$1500 and an increase in the property tax deduction for seniors from \$1000 to \$2000
- Dependent children: an increase in the income tax deduction from \$1000 to \$2500
- Small businesses: property tax "add-back" repealed so business owners can deduct the amount of their property taxes from their state income taxes
- Renters: increased the income tax deduction from \$1500 to \$2000

How to Contact
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#### LEGISLATIVE OFFICE

200 W. Washington St.

1-800-382-9842

ISTEP Gateway Examination -- House Enrolled Act 1050 allows students who do not pass the ISTEP Gateway Examination to graduate, provided they meet certain other requirements. The legislation also provides that the case conference committee determines eligibility for graduation of certain students with disabilities. The act also provides that all students in Grade 10 must take the examination.

Educational Standards -- A roundtable has been created to develop educational standards for Indiana students. Standards would be set for each grade level, easily comparable to national and international standards, written in an easy-to-understand manner, and distributed to students and parents.



Rep. Pelath discusses legislation on the House floor.

Postsecondary Proprietary Education Grants -- Combines the higher education award program for students at postsecondary proprietary educational institutions with the award program for students at other institutions of higher learning.

Education





### House publications available

The following publications can be requested free of charge from my Statehouse office by calling toll-free 1-800-382-9842:

*Relax . . . -* This informational booklet for senior citizens discusses a variety of issues, from taxes to health problems to leisure activities.

*Higher Education* -- A 24-page publication for those interested in pursuing a higher education degree, detailing many Indiana colleges and universities as well as occupational and vocational schools.

Guide to State Agencies -- This booklet details various agencies within Indiana state government, listing phone numbers, functions and general areas of responsibility for each of the state agencies.

Hoosier Fun and Facts -- Designed for elementary school-aged children, this information and activity book teaches students about their state through a combination of text, puzzles and other educational activities.

#### Is the address label on this mailing correct?

Please check the address label on this mailing for accuracy. If there are any errors or if you are receiving duplicate mailings, please contact my office at 1-800-382-9842. Every effort will be made to correct the mistake.

I appreciate your assistance in keeping the mailing list updated. This will ultimately result in more efficient delivery and substantial savings to taxpayers across the state.

#### **State Phone Numbers**

1-800-457-8283
1-800-382-9842
1-800-382-9467
317-232-4567
317-232-6531
317-233-6000
1-800-622-4931
1-800-851-4268
1-800-289-6646
1-800-680-5889
317-232-6611
317-233-1325
317-233-4454

# Pelath authors annexation, HMO legislation

**Annexation** -- Senate Enrolled Act 167, which I sponsored, will give residents the right to argue in court that they do not need to be annexed because they already have adequate police and fire protection and road maintenance. In addition, citizens can argue that they will suffer significant financial impact from the annexation. Under the old law, you could not even discuss these key issues before a judge.

It also requires the municipality to demonstrate that the annexation is in the best interest of the people in the affected area.

This will change existing state laws covering remonstrance petitions against annexation. Residents will have 90 days to file a remonstrance, and the petition must contain the signatures of only 65 percent of the affected property owners in order to proceed. The old law required 75 percent of the owners to sign.

**HMOs**-- House Enrolled Act 1309, which I authored, establishes an external procedure for grievances against HMOs. The bill would require a panel of medical experts to hear grievances filed by individuals who have been denied services by an HMO.

The review would allow an expert physician -- and not some accountant -- to determine whether the patient should receive the needed treatment. Furthermore, the bill has provisions to ensure the review is done in a timely fashion. In life-threatening cases, the review will take place within five days.

This bill provides a less costly and less time-consuming procedure for HMO grievance review. The independent reviews would be paid for by HMOs and will cost the taxpayers nothing.

**Stopping "slamming" & "cramming"** -- House Enrolled Act 1628 gives the Indiana Utility Regulatory Commission (IURC) authority to impose a civil penalty on a telecommunications provider if the provider has violated the law or rules prohibiting the unauthorized switching of telecommunications providers or the billing of unauthorized services -- known as "slamming" and "cramming."

"Slamming" is the term used to describe the telecommunications practice of changing a person's phone service provider without the customer's permission. "Cramming," on the other hand, refers to billing for services not authorized by the customer.

**Telephone solicitation** -- House Enrolled Act 1434 imposes stricter regulations on professional solicitors and fundraisers while protecting telephone customers.

The act requires a professional solicitor to disclose several items to the attorney general, including the portion of a contribution that goes to the solicitor and the portion that actually goes to the charity.

It also requires professional solicitors to disclose many of those items at the beginning of each call, including the name of the company and the phone number and address of the location from which the call is being made.